

CULTURAL ENDOWMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2006

	August-06				July-06				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Month	Net ROR	FYTD	FY06	Ended	Ended
		Actual	Policy			Actual	Policy		Net	Net	6/30/2006	6/30/2006
											Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
Los Angeles Capital	9,856	4.7%	5.1%	2.18%	9,785	4.6%	5.1%	-3.69%	-1.59%	N/A	N/A	N/A
Total Structured Growth	9,856	4.7%	5.1%	2.18%	9,785	4.6%	5.1%	-3.69%	-1.59%	N/A	N/A	N/A
<i>Russell 1000 Growth</i>				3.12%				-1.90%	1.16%	N/A	N/A	N/A
<i>Structured Value</i>												
LSV	11,007	5.2%	5.1%	0.96%	11,062	5.2%	5.1%	2.03%	3.00%	N/A	N/A	N/A
Russell 1000 Value				1.67%				2.43%	4.14%	N/A	N/A	N/A
<i>Russell 1000 Enhanced Index</i>												
LA Capital	19,760	9.4%	10.1%	2.07%	19,637	9.3%	10.1%	-1.08%	0.97%	N/A	N/A	N/A
Russell 1000				2.40%				0.22%	2.62%	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>												
Westridge	23,728	11.3%	10.1%	2.41%	23,504	11.1%	10.1%	0.65%	3.07%	N/A	N/A	N/A
S&P 500				2.38%				0.62%	3.01%	N/A	N/A	N/A
<i>Index</i>												
State Street	7,330			2.06%	7,283			0.85%	2.93%	N/A	N/A	N/A
Total Index	7,330	3.5%	3.4%	2.06%	7,283	3.4%	3.4%	0.85%	2.93%	N/A	N/A	N/A
S&P 500				2.38%				0.62%	3.01%	N/A	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	71,681	34.0%	33.8%	2.02%	71,271	33.6%	33.8%	-0.22%	1.79%	N/A	N/A	N/A
S&P 500				2.38%				0.62%	3.01%	N/A	N/A	N/A
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	23,982	11.4%	11.3%	2.34%	22,960	10.8%	11.3%	-3.55%	-1.29%	N/A	N/A	N/A
Russell 2000 + 200bp				3.13%				-3.09%	-0.06%	N/A	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	23,982	11.4%	11.3%	2.34%	22,960	10.8%	11.3%	-3.55%	-1.29%	N/A	N/A	N/A
Russell 2000				2.96%				-3.25%	-0.39%	N/A	N/A	N/A
INTERNATIONAL EQUITY												
<i>Large Cap - Active</i>												
Capital Guardian	8,833	4.2%	4.0%	3.54%	8,696	4.1%	4.0%	0.77%	4.34%	N/A	N/A	N/A
LSV	8,516	4.0%	4.0%	3.02%	8,429	4.0%	4.0%	1.24%	4.29%	N/A	N/A	N/A
Total Large Cap - Active	17,350	8.2%	8.0%	3.28%	17,125	8.1%	8.0%	1.00%	4.31%	N/A	N/A	N/A
MSCI EAFE - 50% Hedged				2.93%				0.98%	3.94%	N/A	N/A	N/A
<i>Small Cap - Value</i>												
Lazard	2,058	1.0%	1.0%	2.80%	2,039	1.0%	1.0%	-2.41%	0.32%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				2.90%				-2.02%	0.62%	N/A	N/A	N/A
<i>Small Cap - Growth</i>												
Vanguard	2,094	1.0%	1.0%	2.36%	2,084	1.0%	1.0%	-0.50%	1.85%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				2.90%				-2.02%	0.62%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	21,502	10.2%	10.0%	3.15%	21,248	10.0%	10.0%	0.51%	3.68%	N/A	N/A	N/A
MSCI EAFE - 50% Hedged				2.93%				0.98%	3.94%	N/A	N/A	N/A
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	27,199	12.9%	12.3%	1.76%	27,540	13.0%	12.3%	1.65%	3.45%	N/A	N/A	N/A
Lehman Aggregate				1.53%				1.35%	2.90%	N/A	N/A	N/A
<i>Core Plus/Enhanced</i>												
Clifton Group	6,195	2.9%	4.1%	1.43%	6,290	3.0%	4.1%	N/A	N/A	N/A	N/A	N/A
Prudential	6,131	2.9%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	12,326	5.8%	4.1%	1.43%	6,290	3.0%	4.1%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				1.53%				1.35%	2.90%	N/A	N/A	N/A
<i>Index</i>												
Bank of ND	11,831	5.6%	8.2%	1.04%	18,251	8.6%	8.2%	1.08%	2.14%	N/A	N/A	N/A
Lehman Gov/Credit				1.58%				1.30%	2.90%	N/A	N/A	N/A
<i>BBB Average Quality</i>												
Wells Capital (formerly Strong)	27,150	12.9%	12.3%	1.95%	27,449	13.0%	12.3%	1.51%	3.49%	N/A	N/A	N/A
Lehman US Credit BAA				2.02%				1.58%	3.63%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	78,505	37.2%	37.0%	1.64%	79,531	37.5%	37.0%	1.43%	3.09%	N/A	N/A	N/A
Lehman Aggregate				1.53%				1.35%	2.90%	N/A	N/A	N/A
REAL ESTATE												
<i>JP Morgan</i>												
JP Morgan	10,662	5.1%	5.0%	0.45%	10,593	5.0%	5.0%	-0.10%	0.34%	N/A	N/A	N/A
NCREIF Total Index				1.32%				1.32%	2.66%	N/A	N/A	N/A
CASH EQUIVALENTS												
<i>Bank of ND</i>												
Bank of ND	4,562	2.2%	3.0%	0.45%	6,270	3.0%	3.0%	0.45%	0.90%	N/A	N/A	N/A
90 Day T-Bill				0.44%				0.42%	0.87%	N/A	N/A	N/A
TOTAL CULTURAL ENDOWMENT FUND	210,895	100.0%	100.0%	1.90%	211,873	100.0%	100.0%	0.12%	2.02%	6.32%	N/A	N/A
POLICY TARGET BENCHMARK				2.07%				0.52%	2.60%	6.00%	N/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.